



State of Utah

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

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March 11, 1997

*Replaced
Surety
3/98*

TO: Board of Oil, Gas and Mining

THRU: Mary Ann Wright, Associate Director *M. Wright*

THRU: D. Wayne Hedberg, Permit Supervisor *DWH*

FROM: Thomas Munson, Senior Reclamation Specialist *tr*

RE: Request for Board Approval, Amount and Form of Reclamation Surety, Twin Mountain Rock Company, Milford Quarry, M/001/036, Beaver County, Utah

The Division seeks Board approval of the amount and form of reclamation surety provided by Twin Mountain Rock Company for the Milford Quarry, located in Beaver County, Utah. The form of surety is a surety bond with Aetna Casualty and Surety Company of America in the amount of \$948,000 (2002 dollar's). We have calculated a life of mine reclamation estimate of \$1,140,000. A \$256,000 surety bond has also been filed with the BLM for this project under a mineral materials sale. The BLM will retain \$192,000 of this bond for reclamation of project disturbances. We have agreed to credit this dollar amount against our \$1,140,000 estimate which effectively reduces the required amount of reclamation surety to \$948,000. The BLM will not release their reclamation bond without prior written concurrence from the Division, see attached agreement.

Attached for your review are copies of the following documents:

1. Summary checklist
2. Executive Summary
3. Location Map
4. Reclamation surety estimate
5. Reclamation Contract (Form MR-RC)
6. Surety bond (Attachment B - MR Form 5)

Thank you for your time and consideration of this request.

Attachments
M001036.brd

0005

DOGM MINERALS PROGRAM

Checklist for Board Approval of FORM AND AMOUNT OF SURETY

Prepared (March 10, 1997)

Company Name Twin Mountain Rock Company
 Mine Name Milford Quarry
 File No. M/001/036

| Items | Provided | | Remarks |
|---|----------|----|--|
| | Yes | No | |
| Executive Summary | X | | |
| Location Map | X | | |
| Reclamation Bond Estimate | X | | |
| Signed Reclamation Contract | X | | |
| Signed Power of Attorney/ Affidavit of Qualification | X | | |
| Bond/Reclamation Surety | X | | |
| Surety Sign Off (Other State/Federal Agencies) | X | | Two reclamation bonds posted by TMRC \$192,000 w/BLM \$948,000 w/DOGM (held jointly w/BLM) |
| RDCC contacted | X | | |
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